

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF DELTA NATURAL)	
GAS COMPANY, INC. FOR AN ORDER)	CASE NO.
AUTHORIZING THE EXTENSION OF)	2007-00272
THE LINE OF CREDIT)	

ORDER

Delta Natural Gas Company, Inc. ("Delta") has applied to the Commission for authority to extend its \$40,000,000 line of credit through October 31, 2009 and to renew its short-term indebtedness in increments of no more than 2 years each for 6 years until 2013. Delta was notified on July 16, 2007 that its filing was deficient and required compliance with Administrative Regulation 807 KAR 5:001, Section 11(1)(c), in order that the application could be deemed administratively complete. Delta has submitted its response to that notification and has requested permission to deviate from the above regulation.

Administrative Regulation 807 KAR 5:001, Section 11(1)(c), requires the submission of a statement detailing the use of the proceeds of the financing and indicating how much is to be used for the acquisition of property, the construction, completion, extension or improvement of facilities, the improvement of service, the maintenance of service, and the discharge or refunding of obligations. In support of its request for permission to deviate from this requirement, Delta states it is unknown at this time what particular expenditures and amounts thereof will be expended since draws are made on the short-term revolving line of credit on an as-needed basis.

Administrative Regulation 807 KAR 5:001, Section 14, provides the Commission with the authority to permit deviations from its regulations for good cause shown. Having reviewed the filing and being otherwise sufficiently advised, the Commission finds that the requested deviation is reasonable and should be granted. The Commission further finds that Delta's July 19, 2007 request for deviation satisfies the minimum filing requirements and its application should be deemed administratively complete as of July 19, 2007.

IT IS THEREFORE ORDERED that:

1. Delta's request for permission to deviate from the filing requirements of Administrative Regulation 807 KAR 5:001, Section 11(1)(c), is granted.
2. Delta's application is accepted for filing as of July 19, 2007.

Done at Frankfort, Kentucky, this 1st day of August, 2007.

By the Commission

ATTEST:



Executive Director